House of Representatives



File No. 460

February Session, 2022

House Bill No. 5451

House of Representatives, April 13, 2022

The Committee on Government Administration and Elections reported through REP. FOX of the 148th Dist., Chairperson of the Committee on the part of the House, that the bill ought to pass.

AN ACT CONCERNING REVISIONS TO STATUTES CONCERNING THE COMPTROLLER.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 3-123g of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1*, 2022):
- 3 (a) [The Comptroller shall publish in a newspaper, having a 4 substantial circulation in the state, a notice of intent to issue a payroll 5 deduction slot.] For the purposes of this section, "payroll deduction slot" 6 means an automatic periodic deduction from a state payroll check and 7 "applicant" means any person who requests to establish or renew a 8 payroll deduction slot under this section. The Comptroller may solicit 9 proposals for payroll deduction slots. The Comptroller shall publish any 10 such solicitation on its Internet web site. Any person interested in 11 submitting proposals in response to such [notice] solicitation shall 12 submit, [within] <u>not later than</u> thirty days [of] <u>after</u> such [notice] 13 solicitation, the following information, in writing, to the Comptroller:

(1) The name and mailing address of the applicant; (2) a detailed description of the product or service which the applicant intends to market to state employees; (3) the name, address and telephone number of any agent of the applicant from whom interested persons may obtain copies of the application; (4) detailed information on the financial ability of the applicant; (5) detailed information on past performance; and (6) such additional information as the Comptroller deems necessary. [For the purposes of this section, "applicant" means any person who requests to establish or renew a payroll deduction slot under this section.]

(b) Upon the receipt of such proposals, the Comptroller shall submit any such proposals to the Vendor Advisory Committee for review. The Vendor Advisory Committee shall consist of a designee of the Comptroller, the Labor Commissioner or [his] <u>a</u> designee, the Insurance Commissioner or [his] a designee, and three representatives of labor unions representing state employees appointed by the Comptroller in consultation with the state employee unions. Such representatives of labor unions shall serve five-year terms and shall not serve successive terms. The Vendor Advisory Committee shall review such proposals and make recommendations to the Comptroller whether to approve or disapprove such proposals. Prior to approving any payroll deduction slot under this section, the Comptroller shall consider the following criteria: (1) The benefit to state employees of the product or service; (2) the price or rate of the product or service; (3) the skill, ability and integrity of the applicant to deliver such product or service; (4) the past performance of the applicant; (5) the recommendations of the Vendor Advisory Committee; and (6) any other information which the Comptroller deems necessary. In considering the past performance of the applicant, the Comptroller shall evaluate the skill, ability and integrity of the applicant in terms of the applicant's fulfillment of past contract obligations and [his] the applicant's experience or lack of experience in delivering the same or similar products or services.

(c) Any payroll deduction slot approved by the Comptroller shall be in the form of a written agreement, approved by the Attorney General, specifying the terms and conditions for the use of such slot, and shall be

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48 for a fixed term, not to exceed five years.

- (d) The Comptroller may issue a payroll deduction slot in accordance with the procedures of this section. The Comptroller may adopt regulations in accordance with the provisions of chapter 54 to implement the provisions of this section.
 - (e) On July 1, 1997, and every two years thereafter, the Comptroller shall submit to the General Assembly a report on the number and type of products and services offered through payroll deduction slots and the number of state employees who are utilizing such products and services.
- Sec. 2. Section 7-438 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2022*):
 - (a) Any member retired under this part who again accepts employment from this state or from any municipality of this state other than a participating municipality, shall continue to receive [his] <u>such member's</u> retirement allowance while so employed, and shall be eligible to participate, and shall be entitled to credit, in the state retirement system <u>or</u>, for employment on or after October 1, 2022, in the retirement <u>system of the nonparticipating municipality</u>, as applicable, for the period of such [state] employment. [, but any such member shall not be eligible to participate or be entitled to credit in any municipal retirement system for the period of such municipal employment.]
 - (b) If a member is retired under this part and again accepts employment from the same municipality from which [he] such member was retired or any other participating municipality, [he] the member shall be eligible to participate, and shall be entitled to credit, in the municipal employees' retirement system for the period of such municipal employment. Such member shall receive no retirement allowance while so employed except if (1) such employment is for less than twenty hours per week, or (2) [his] the member's services are rendered for not more than ninety working days in any one calendar year, provided [that] any member reemployed for a period of more than

80 ninety working days in one calendar year shall reimburse the Municipal

- 81 Employees' Retirement Fund for retirement income payments received
- 82 during such ninety working days.
- 83 Sec. 3. Sections 3-115e and 3-117b of the general statutes are repealed.
- 84 (Effective July 1, 2022)

This act shall take effect as follows and shall amend the following sections:		
Section 1	October 1, 2022	3-123g
Sec. 2	October 1, 2022	7-438
Sec. 3	July 1, 2022	Repealer section

GAE Joint Favorable

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note

State Impact: None

Municipal Impact: None

Explanation

The bill makes technical and conforming changes to current statutes that result in no fiscal impact.

OLR Bill Analysis HB 5451

AN ACT CONCERNING REVISIONS TO STATUTES CONCERNING THE COMPTROLLER.

SUMMARY

Current law allows retirees of the Connecticut Municipal Employees Retirement System (CMERS) to work for a municipality that does not participate in CMERS, but it prohibits them from participating in that municipality's retirement system. This bill eliminates the prohibition, allowing CMERS retirees to participate in, and earn credit towards, a non-participating municipality's retirement system.

This change makes the law's treatment of CMERS retirees who work for non-participating municipalities consistent with its treatment of CMERS retirees who work for the state. By law, CMERS retirees accepting state employment may participate in, and earn credit towards, the state retirement system.

The bill also eliminates requirements that the state comptroller report to the governor and General Assembly:

- 1. biennially, on the CORE-CT system, including on its status, total and projected costs, and any issues, and
- 2. annually for each fiscal year through FY27, on the amount of labor-management savings the state realized due to the 2017 State Employees Bargaining Agent Coalition (SEBAC) agreement and other agreements with individual state employee collective bargaining units specified in the state budget acts or adjustments.

Finally, the bill (1) requires the comptroller to publish solicitations for state employee payroll deduction slots (i.e., automatic payroll deductions for services a vendor provides) on the office's website, rather

than in a newspaper, and (2) specifies that issuing these solicitations is discretionary for the comptroller, rather than required.

EFFECTIVE DATE: October 1, 2022, except the provisions repealing the reporting requirements are effective July 1, 2022.

COMMITTEE ACTION

Government Administration and Elections Committee

Joint Favorable Yea 19 Nay 0 (03/28/2022)